BALANCED BUDGET RECONCILIATION/\$89 Billion Medicare Bankruptcy Plan

SUBJECT: Balanced Budget Reconciliation Act of 1995 . . . H.R. 2491. Domenici motion to table the Rockefeller motion to instruct Senate conferees.

ACTION: MOTION TO TABLE AGREED TO, 51-46

SYNOPSIS: As passed, H.R. 2491, the Balanced Budget Reconciliation Act of 1995, will result in a balanced budget in seven years, as scored by the Congressional Budget Office (CBO). The bill will also provide a \$245 billion middle-class tax cut, \$141.4 billion of which will be to provide a \$500 per child tax credit.

The House message to accompany H.R. 2491, the Balanced Budget Act of 1995, states that the House disagrees with the Senate substitute amendment to the bill and requests a conference with the Senate.

The Rockefeller motion to instruct would direct Senate conferees "not to agree to any reductions in Medicare beyond the \$89 billion needed to maintain the solvency of the Medicare Trust Fund through the year 2006, and to reduce tax breaks for upper-income taxpayers and corporations by the amount necessary to ensure deficit neutrality." (The \$89 billion reduction would actually be a reduction in the rate of increase in Medicare spending. This "reduction" would demand \$530 billion more in Medicare spending over the next 7 years than is currently spent. The Senate-passed bill, in contrast, will provide for "only" a \$349 billion increase in Medicare spending, which is \$181 billion less than demanded by the Rockefeller motion. The intention of the Rockefeller motion is to reduce the tax relief in the Senate-passed bill for the "rich" to pay for the extra Medicare spending. More than 90 percent of that tax relief in fiscal year 1996 will go to "rich" families with annual incomes of less than \$100,000. The arguments on this motion were no different than they were when the Senate rejected an earlier Rockefeller amendment (see vote No. 499).

NOTE: By unanimous consent, 4 motions to instruct conferees were in order after the Senate agreed to a conference and before it appointed conferees (see vote Nos. 571-573).

For debate, see vote No. 499.

(See other side)

	YEAS (51)			NAYS (46)			NOT VOTING (2)	
	Republicans Democrats (50 or 98%) (1 or 2%)		Republicans (1 or 2%)	Democrats (45 or 98%)		Republicans Democrats		
						(2)	(0)	
Abraham Ashcroft Bennett Bond Brown Burns Campbell Chafee Coats Cochran Cohen Coverdell Craig D'Amato DeWine Dole Domenici Faircloth Frist Gorton Grams Grassley Gregg Hatch	Helms Hutchison Inhofe Jeffords Kassebaum Kempthorne Kyl Lott Mack McCain McConnell Murkowski Nickles Pressler Roth Santorum Shelby Simpson Smith Snowe Stevens Thomas Thompson Thurmond Warner	Nunn	Specter	Akaka Baucus Biden Bingaman Boxer Bradley Breaux Bryan Bumpers Byrd Conrad Daschle Dodd Dorgan Exon Feingold Feinstein Ford Glenn Graham Harkin Heflin	Hollings Inouye Johnston Kennedy Kerrey Kerry Kohl Lautenberg Leahy Levin Lieberman Mikulski Moseley-Braun Moynihan Murray Pell Pryor Reid Robb Rockefeller Sarbanes Simon Wellstone	EXPLANAT 1—Official I 2—Necessar 3—Illness 4—Other SYMBOLS: AY—Annou AN—Annou PY—Paired PN—Paired	nced Yea nced Nay Yea	